GOVERNMENT OF INDIA
STEEL
LOK SABHA

UNSTARRED QUESTION NO:5583
ANSWERED ON:02.05.2002
PERFORMANCE OF SAIL
BASUDEB ACHARIA

Will the Minister of STEEL be pleased to state:

(a) the details of manpower, production, productivity, energy consumption of SAIL during the last three years, year-wise, unit-wise:

(b) the financial position of SAIL during the said period;

(c) whether there was decrease in manpower and increase of loss; and

(d) if so, the justification of VRS in SAIL?

Answer

MINISTER OF STATE OF THE MINISTRY OF STEEL (SHRI BRAJA KISHORE TRIPATHY)

(a) The details of the manpower, production, productivity, energy consumption of SAIL during the last 3 years, year-wise, unit-wise are given below:

MANPOWER

Plants	31-3-2000	31-3-2001	31-3-2002
Bhilai Steel Plant	44730	44060	42158
Durgapur Steel Plant	21039	20633	19641
Rourkela Steel Plant	28301	27651	26052
Bokaro Steel Plant	43401	42597	40025
Alloy Steel Plant	3846	3793	3340
Salem Steel Plant	1550	1538	1466
Visvesvaraya Iron & steel Plant	4679	4399	3325
Raw Material Division	7014	6490	6172
Central Coal Supply Organisation	+	224	217
Central Marketing Organisation	3172	3131	3032
Research & Development Centre for I&S	865	856	827
Centre forEngineering & Technology	390	383	370
Management Training Institute	116	112	111
Corporate Office	737	754	769
Growth Division KOL	36	35	33
Environment Management Division	48	47	47
Safety	16	16	16
SAIL	159940	156719	147601

+ CCSO strength was included in RMD during 1999-2000.

SALABLE STEEL PRODUCTION Unit 000t

Plants	1999-2000	2000-01	2001-02
Bhilai Steel Plant	3410.6	3307.2	3382.8
Durgapur Steel Plant	1402.0	1495.8	1527.1
Rourkela Steel Plant	1170.3	1294.4	1353.7
Bokaro Steel Plant	3246.2	3312.7	3200.1

Alloy Steel Plant	83.2	78.6	84.4
Salem Steel Plant	148.4	129.3	62.5
Visvesvaraya Iron & steel Plant	69.1	85.0	86.7
Total SAIL	9529.9	9703.0	9697.3

PRODUCTIVITY TREND Crude Steel/tonnes/man/year

Plants	1999-2000	2000-01	2001-02
Bhilai Steel Plant	121	129	137
Durgapur Steel Plant	88	100	108
Rourkela Steel Plant	55	60	67
Bokaro Steel Plant	105	115	116
Total SAIL	96	105	111

ENERGY CONSUMPTION Geal/tes

Plants	1999-2000	2000-01	2001-02
Bhilai Steel Plant	7.16	7.25	7.07
Durgapur Steel Plant	7.48	7.43	7.25
Rourkela Steel Plant	10.26	9.97	9.34
Bokaro Steel Plant	8.24	8.09	7.96
Total SAIL	7.96	7.90	7.69

(b) The financial position of SAIL during the last 3 years from 1998-99 to 2000-01(April-Dec.) is as under:

(Rs. in crore)

Particulars	1998-99	1999-00	2000-01	2001-02 (April-Dec)
Gross Margin	1504	1202	2167	773
Interest	2018	1789	1752	1207
Cash Profit/Loss(-)	(-)514	(-)587	415	(-)434
Depreciation	1104	1133	1144	856
Net Profit/Loss(-)	(-)1618	(-)1720	(-)729	(-)1290

(c)&(d): There has been reduction in manpower. However, losses of SAIL have increased mainly due to lower sales realization in view of the economic slow down. The other reasons for losses are: greater competition from imports, enhanced supplies in domestic markets, higher interest and depreciation cost on account of capitalisation of modernization of steel plants at Rourkela, Durgapur and Bokaro. VRS intends to reduce the work force which will lead to low operation cost leading to lower cost of production. This is a part of the strategy for the revival of the company.